

HOUSE BILL 2354

By Todd

AN ACT to amend Tennessee Code Annotated, Title 7,
Chapter 82, relative to investment of funds.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 7-82-108(a)(1), is hereby amended by deleting the language “and” at the end of subdivision (E), by inserting the language “and” at the end of subdivision (F), and by adding the following as subdivision (G):

(G)

(i) Direct general obligations or revenue obligations of a state of the United States, or a political subdivision, or instrumentality of a political subdivision or of a state, rated in one of the two (2) highest categories by a nationally recognized rating agency without regard to gradations within such category;

(ii) The utility district’s own bonds or notes issued in accordance with title 7, chapter 82; and

(iii) Bonds or notes issued by a public building authority created under title 12, chapter 10, the proceeds of which were used to make a loan to the district.

SECTION 2. Tennessee Code Annotated, Section 7-82-108(a)(2), is hereby amended by adding the language “and (G)(i)” after the language “subdivisions (a)(1)(A)-(D)”.

SECTION 3. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to that end, the provisions of this act are declared severable.

SECTION 4. This act takes effect upon becoming law, the public welfare requiring it.